

# Internal Audit Update

Presented By  
Barbara Holmes, Chief Audit Executive  
August 26 2025

# Agenda

	Slide
2025 Internal Audit Plan	3
Business Continuity Process Audit Report	4
Zero Trust Architecture Audit Report	5
Interagency Agreement Audit	6
Status on Internal Audit Findings	7
Other Internal Audit Activities	8

# CY2025 Internal Audit Plan

Audit	Month											
	January	February	March	April	May	June	July	August	September	October	November	December
Zero Trust Architecture Review (FRTIB/Converge)												
Oracle Financials												
Budgeting												
Business Continuity												
Interagency Agreements												
Integrated Risk Management Tool												
Mutual Funds Window Operations Part 2												
Training and Development												
Converge Surveillance												
Vendor Risk Management												
Strategic Plan Monitoring												
Prior Year findings (continuous process)												
FISMA 2025												



Completed



New Audit



Timing Adjusted



In Process



Planned

# Business Continuity Audit

- **Objective:**
  - The scope of the audit is to test FRTIB's Business Continuity processes. Testing included review of policies and procedures, business continuity exercises, and tests for FRTIB and several key vendors (AFS, Leidos).
- **Scope:**
  - The testing scope period for collection of evidence and artifacts was from January 1, 2024, through June 30, 2025.
- **Findings:**
  - No NFR's issued.

# Zero Trust Architecture Audit

- **Objective:** To assess the implementation of ZT at the FRTIB, in accordance with OMB Memorandum M-22-09, NIST SP 800-207, and ZTMM Version 2.0.
- The audit specifically evaluated the FRTIB's implementation and maintenance of ZT within its 77K (Headquarters) boundary as well as Converge Team's role in supporting the implementation and ongoing maintenance of ZT within the Converge system boundary.
- **Scope:** February 1, 2025 thru July 25, 2025.
- **Findings:**
  - No NFRs
  - The efforts of both FRTIB and the Converge Team were consistent with their self-assessment outcomes and demonstrated maturity levels aligned with the Optimal and Advanced stages of ZT implementation

# Interagency Agreement Audit

- **Objective:**
- The scope of the audit was to test FRTIB's Interagency Agreement process. Areas of testing included monitoring, reporting, and process controls.
- **Scope:**
  - The scope period was based on active agreements as of May 2025.
- **Findings:**
  - No NFR's issued.
  - Two Other Matters
    - Improving Information Security Agreement (ISA) Communication for Better Collaboration
    - FRTIB Interagency Agreement POC Listing

# Status of Internal Audit Findings

## Calendar Years 2019 – 2025

Status by Year	2019	2020	2021	2022	2023	2024	2025	Total by Status
<b>Closed:</b>	5	5	6	3	4	5	0	28
<b>In Process:</b>	0	1	0	1	0	1	0	3
<b>Open:</b>	0	0	0	2	0	9	1	12
<b>Total by Year:</b>	5	6	6	6	4	15	1	43

### Definitions:

**Closed:** IA has reviewed remediation documentation and considers the finding closed.

**In Process:** In process of being remediated. Currently under IA review.

**Open:** Finding has not been remediated yet.

Note: Previous audit findings (2020) were not risk rated consistently.

# Other Internal Audit Activities

- Continuing to execute the 2025 Internal Audit plan.
- Developing the 2026/2027 Internal Audit plan. Have started the risk assessment process for the plan:
  - Process includes interviews with Senior Management
  - Working collaboratively with risk functions at Agency such as OPR
  - Reviewing industry trends both from an internal audit perspective, but also a retirement industry perspective and financial services.
- Worked collaboratively with Program Offices to review remediation efforts for several prior year audit findings and closed findings. (4 closed)



# Questions

